

## Appendix 1

### Taiwan's Inflationary Pressures and Inflation Outlook

Unit: %

Forecast institutions		Inflationary pressures	Inflation outlook	
		Jan.-Feb. 2018	2018 (f)	
<b>Domestic institutions</b>	TIER (2018/1/25)	<b>1.54 (CPI) 1.61 (Core CPI*)</b>	1.03	<b><u>Median:</u> 1.18% (domestic institutions)</b>
	Yuanta-Polaris (2017/12/27)		1.10	
	Academia Sinica (2017/12/22)		1.18	
	DGBAS (2018/2/13)		1.21	
	<b>CBC (2018/3/8)</b>		<b>1.27 (CPI) 1.26 (Core CPI*)</b>	
<b>Foreign institutions</b>	HSBC (2018/3/19)		1.20	<b><u>Median:</u> 1.30% (foreign institutions)</b>
	Credit Suisse (2018/3/15)		1.20	
	Citi (2018/3/8)		1.20	
	Goldman Sachs (2018/3/19)		1.30	
	BoA Merrill Lynch (2018/3/19)		1.30	
	Barclays Capital (2018/3/16)	1.30		
	EIU (2018/3/1)	1.30		
	Standard Chartered (2018/2/2)	1.30		
	IHS Markit (2018/3/15)	1.32		
	Nomura (2018/3/16)	1.50		
	Deutsche Bank (2018/3/19)	1.70		

\*Excluding vegetables, fruit, and energy.

Sources: DGBAS, Executive Yuan; forecasts by respective institutions.

## Appendix 2

### Real Interest Rates and Economic Growth of Selected Economies

Unit: %

Economies	(1) 1-year time deposit rate (As of 2018/3/22)	(2) CPI annual growth rate ** (2018 forecast)	(3)=(1)-(2) <b>Real interest rate</b>	<b>Real GDP growth rate (2018 forecast) **</b>
Indonesia	4.750	3.48	1.270	5.1
Malaysia	2.950	1.94	1.010	5.5
US	2.710	2.23	0.480	2.7
Thailand	1.500	1.16	0.340	3.8
South Korea	1.300	1.28	0.020	2.8
<b>Taiwan</b>	<b>1.065*</b>	<b>1.27</b>	<b>-0.205</b>	<b>2.58</b>
Singapore	0.250	0.66	-0.410	2.7
Switzerland	0.160	0.73	-0.570	2.5
China	1.500	2.15	-0.650	6.7
Japan	0.011	1.06	-1.049	1.4
UK	1.030	2.87	-1.840	1.4
Euro Area	-0.250	1.68	-1.930	2.4
Hong Kong	0.050	2.18	-2.130	2.9
The Philippines	0.500	3.94	-3.440	6.6

\* 1-year time-deposit floating rate of the five major domestic banks.

\*\* IHS Markit projections, as of Mar. 15, 2018. Forecasts for Taiwan's CPI annual growth rate and the real GDP growth rate are CBC's projections.